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ASX Limited
Company Announcements Office

15th June 2012

Newcrest and Frontier Finalise Farm-In Agreement on the Andewa Project in Papua New Guinea and Commence Deep Exploration Drilling

Frontier Resources Ltd is pleased to announce that:

- The Farm-In Agreement has been signed by Newcrest and Frontier relating to the Andewa Project (EL 1345 + EL 1951) in Papua New Guinea.
 - Newcrest can earn 60% equity in the project by sole funding A\$19.25 million of exploration expenditure for the project by 31/12/2015 with a minimum spend of A\$2.5 million after which Newcrest may elect to withdraw.
 - After Earn-In, Frontier may elect to be deferred carried to completion of a Feasibility Study, repayable from 50% of mine profit.
 - A\$1.915 million was reimbursed yesterday by Newcrest for actual exploration expenditure incurred since 1 January 2012 plus Frontier's drilling and equipment lease costs for 2012.
 - After Earn-in, Newcrest may acquire an additional 12% equity in the project prior to the 'Decision to Mine'.
 - Frontier is the operator during the A\$2.5 million Initial Spend, then Newcrest can elect to become operator.
- Field crews have been mobilised to Andewa and both of Frontier's large track mounted rigs are being utilised to enable the completion of the Phase One program (5 x 1,000m holes) as rapidly as possible. Drilling is expected to commence tomorrow with the CS1800 and on Tuesday with the CS1300H.

For additional information relating to the Newcrest Farm-In please refer to the Heads of Agreement announced 6/3/2012 and additional releases dated 6/3/2012, 8/3/2012 and 28/3/2012, visit the Company's website at www.frontierresources.com.au or feel free to contact me.

FRONTIER RESOURCES LTD

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